



Frank X. Simpson  
Director of Rates & Regulation  
1025 Laurel Oak Road  
Voorhees, NJ 08043

[frank.simpson@amwater.com](mailto:frank.simpson@amwater.com)  
Phone: (856) 782-2351

May 4, 2012

**Via Electronic Filing**

The Honorable Jaclyn A. Brillig  
Secretary  
State of New York Public Service Commission  
3 Empire State Plaza  
Albany, New York 12223

**RE: Long Island Water Corporation d/b/a Long Island American Water DSIC  
Reconciliation Mechanism for the Rate Year ended March 31, 2012  
Case No. 11-W-0200**

Dear Secretary Brillig:

Enclosed as Attachment A, please find the documents supporting the Company's final Distribution System Improvement Charge ("DSIC") reconciliation between authorized and actual collections through March 31, 2012, as authorized by the Commission in Case 11-W-0200.

Based on this information, there is an under collection in the amount of \$78,915. This includes DSIC billed in April and May 2012 for metered consumption through March 31, 2012.

The Company proposes to recover this under collection by including it, along with proposed property tax refunds, within the filing for the Revenue and Property Tax Reconciliation Mechanism ("RPT") for the Rate Year Ended March 31, 2012 as submitted to the Commission on April 20, 2012 (Case 07-W-0508). The Company's proposal to consolidate these various matters is discussed in more detail within its RPT filing. The \$78,915 under collection is an update to the under collected DSIC of \$135,307 detailed in the RPT filing because it includes the April 2012 billed DSIC revenue as noted in that filing, as well as the May 2012 billed DSIC revenue.

Please do not hesitate to contact me should you have any questions about this matter.

Hon. Jaclyn Brilling  
May 4, 2012  
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Respectfully submitted,

**/s/ Frank X. Simpson**

Frank X. Simpson  
Director of Rates & Regulation

FXS:dlc  
Attachments

cc: Bruce Alch, NYS Department of Public Service  
Kevin Manz, NYS Department of Public Service  
William Varley, President, Long Island Water Corporation  
Suzana DUBY, Esq., Long Island Water Corporation

ATTACHMENT A

Filing #	Effective Dates	Approved Revenue Requirement	Undercollection of DSIC in Previous Rate Order	Annual Revenue Requirement	Jan-09	Feb-09	Mar-09	Apr-09	May-09	Jun-09	Jul-09	Aug-09	Sep-09	Oct-09	Nov-09	Dec-09	
# 1	02/02/09- 03/31/12	\$367,367	\$87,468	\$279,899	\$0	\$20,705	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	
# 2	01/01/10- 03/31/12	176,350		176,350													
# 3	07/01/10- 03/31/12	184,086		184,086													
# 4	02/18/11- 03/31/12	230,625		230,625													
# 5	07/22/11- 03/31/12	208,577		208,577													
# 6	12/23/11- 03/31/12	370,462		370,462													
MONTHLY ALLOWANCE					0	20,705	23,772	23,005	23,772	23,005	23,772	23,772	23,005	23,772	23,005	23,772	
CUMULATIVE ALLOWANCE					\$1,449,999	\$0	\$20,705	\$44,477	\$67,482	\$91,254	\$114,259	\$138,031	\$161,803	\$184,808	\$208,580	\$231,585	\$255,357
MONTHLY COLLECTION					84	7,404	19,073	21,765	24,674	30,751	36,419	38,195	39,254	31,900	24,821	23,362	
CUMULATIVE COLLECTED					\$84	\$7,488	\$26,561	\$48,326	\$73,000	\$103,751	\$140,170	\$178,365	\$217,619	\$249,519	\$274,340	\$297,702	
Balance at 12/31/2008																	
OVER / ( UNDER ) COLLECTED in Month					(\$88,243)	\$84	(\$13,301)	(\$4,699)	(\$1,240)	\$902	\$7,746	\$12,647	\$14,423	\$16,249	\$8,128	\$1,816	(\$410)
Cumulative Balance					(88,159)	(101,669)	(106,609)	(108,102)	(107,456)	(99,965)	(87,555)	(73,340)	(57,265)	(49,273)	(47,574)	(48,097)	
Cumulative Balance for Interest Calc (adjusted for ADIT)					(52,895)	(61,001)	(63,965)	(64,861)	(64,474)	(59,979)	(52,533)	(44,004)	(34,359)	(29,564)	(28,544)	(28,858)	
Interest					(209)	(241)	(253)	(256)	(255)	(237)	(208)	(174)	(136)	(117)	(113)	(114)	
Cumulative Balance with interest					(\$88,368)	(\$101,910)	(\$106,862)	(\$108,358)	(\$107,711)	(\$100,202)	(\$87,763)	(\$73,514)	(\$57,401)	(\$49,390)	(\$47,687)	(\$48,211)	
Customer Deposit Rate:																	
2009		4.85%	0.003954513														
2010		2.45%	0.002019093														
2011		1.60%	0.001323654														
2012		1.65%	0.00136471														
COLLECTED DETAIL:																	
401112 Residential DSIC					\$3	\$6,200	\$15,940	\$17,791	\$20,058	\$25,232	\$29,672	\$31,467	\$32,690	\$26,196	\$20,008	\$18,878	
401212 Commercial DSIC					5	1,191	2,739	3,129	3,641	4,358	5,341	\$4,984	4,758	3,994	3,534	3,514	
401312 Industrial DSIC						56	125	141	160	207	236	\$250	194	263	137	74	
401452 Private Fire DSIC					76	(5)		5		(10)							
401512 Public Authority DSIC						(38)	269	699	816	963	1,170	\$1,494	1,612	1,447	1,141	896	
					\$84	\$7,404	\$19,073	\$21,765	\$24,674	\$30,751	\$36,419	\$38,195	\$39,254	\$31,900	\$24,821	\$23,362	

ATTACHMENT A

Filing #	Effective Dates	Approved Revenue Requirement	Undercollection of DSIC in Pevious Rate Order	Annual Revenue Requirement	Jan-10	Feb-10	Mar-10	Apr-10	May-10	Jun-10	Jul-10	Aug-10	Sep-10	Oct-10	Nov-10	Dec-10	
# 1	02/02/09- 03/31/12	\$367,367	\$87,468	\$279,899	\$23,772	\$21,472	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	
# 2	01/01/10- 03/31/12	176,350		176,350	14,978	13,528	14,978	14,495	14,978	14,495	14,978	14,978	14,495	14,978	14,495	14,978	
# 3	07/01/10- 03/31/12	184,086		184,086							15,635	15,635	15,130	15,635	15,130	15,635	
# 4	02/18/11- 03/31/12	230,625		230,625													
# 5	07/22/11- 03/31/12	208,577		208,577													
# 6	12/23/11- 03/31/12	370,462		370,462													
MONTHLY ALLOWANCE					38,750	35,000	38,750	37,500	38,750	37,500	54,385	54,385	52,630	54,385	52,630	54,385	
CUMULATIVE ALLOWANCE					\$1,449,999	\$294,107	\$329,107	\$367,857	\$405,357	\$444,107	\$481,607	\$535,992	\$590,377	\$643,007	\$697,392	\$750,022	\$804,407
MONTHLY COLLECTION					24,738	24,316	24,474	28,710	32,426	44,516	74,885	78,363	76,502	57,448	49,610	38,503	
CUMULATIVE COLLECTED					\$322,440	\$346,756	\$371,230	\$399,940	\$432,366	\$476,882	\$551,767	\$630,130	\$706,632	\$764,080	\$813,690	\$852,193	
Balance at 12/31/2008																	
OVER / ( UNDER ) COLLECTED in Month					(\$88,243)	(\$14,012)	(\$10,684)	(\$14,276)	(\$8,790)	(\$6,324)	\$7,016	\$20,500	\$23,978	\$23,872	\$3,063	(\$3,020)	(\$15,882)
Cumulative Balance					(62,223)	(72,982)	(87,346)	(96,242)	(102,683)	(95,791)	(75,407)	(51,520)	(27,710)	(24,681)	(27,731)	(43,647)	
Cumulative Balance for Interest Calc (adjusted for ADIT)					(37,334)	(43,789)	(52,408)	(57,745)	(61,610)	(57,475)	(45,244)	(30,912)	(16,626)	(14,809)	(16,639)	(26,188)	
Interest					(75)	(88)	(106)	(117)	(124)	(116)	(91)	(62)	(34)	(30)	(34)	(53)	
Cumulative Balance with interest					(\$62,298)	(\$73,070)	(\$87,452)	(\$96,359)	(\$102,807)	(\$95,907)	(\$75,498)	(\$51,582)	(\$27,744)	(\$24,711)	(\$27,765)	(\$43,700)	
Customer Deposit Rate:																	
	2009	4.85%	0.003954513														
	2010	2.45%	0.002019093														
	2011	1.60%	0.001323654														
	2012	1.65%	0.00136471														
COLLECTED DETAIL:																	
	401112 Residential DSIC				\$20,311	\$19,745	\$20,002	\$23,538	\$26,492	\$37,354	\$63,748	\$65,936	\$64,011	\$47,166	\$39,748	\$31,314	
	401212 Commercial DSIC				3,442	3,349	3,334	4,081	4,619	5,698	9,064	9,080	9,071	7,262	7,480	5,327	
	401312 Industrial DSIC				202	230	216	250	213	311	334	405	391	298	311	399	
	401452 Private Fire DSIC																
	401512 Public Authority DSIC				782	992	923	841	1,102	1,152	1,738	2,942	3,028	2,723	2,072	1,464	
					\$24,738	\$24,316	\$24,474	\$28,710	\$32,426	\$44,516	\$74,885	\$78,363	\$76,502	\$57,448	\$49,610	\$38,503	

Filing #	Effective Dates	Approved Revenue Requirement	Undercollection of DSIC in Previous Rate Order	Annual Revenue Requirement	Jan-11	Feb-11	Mar-11	Apr-11	May-11	Jun-11	Jul-11	Aug-11	Sep-11	Oct-11	Nov-11	Dec-11	Jan-12	Feb-12	Mar-12	Apr-12	May-12	
# 1	02/02/09- 03/31/12	\$367,367	\$87,468	\$279,899	\$23,772	\$21,472	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	\$23,772	\$23,005	\$23,772	\$23,005	\$23,772	\$23,772	\$22,239	\$23,772	\$0	\$0	
# 2	01/01/10- 03/31/12	176,350		176,350	14,978	13,528	14,978	14,495	14,978	14,495	14,978	14,978	14,495	14,978	14,495	14,978	14,978	14,011	14,978	0	0	
# 3	07/01/10- 03/31/12	184,086		184,086	15,635	14,122	15,635	15,130	15,635	15,130	15,635	15,635	15,130	15,635	15,130	15,635	15,635	14,626	15,635	0	0	
# 4	02/18/11- 03/31/12	230,625		230,625		6,950	19,587	18,955	19,587	18,955	19,587	19,587	18,955	19,587	18,955	19,587	19,587	18,324	19,587	0	0	
# 5	07/22/11- 03/31/12	208,577		208,577						5,715	17,715	17,143	17,143	17,715	17,143	17,715	16,572	17,715	16,572	0	0	
# 6	12/23/11- 03/31/12	370,462		370,462											9,135	31,464	29,434	31,464	0	0		
MONTHLY ALLOWANCE					54,385	56,072	73,972	71,585	73,972	71,585	79,687	91,687	88,728	91,687	88,728	91,687	91,687	85,772	91,687	0	0	
CUMULATIVE ALLOWANCE					\$1,449,999	\$858,792	\$914,864	\$988,836	\$1,060,421	\$1,134,393	\$1,205,978	\$1,285,665	\$1,377,352	\$1,466,080	\$1,557,767	\$1,646,495	\$1,738,182	\$1,829,869	\$1,915,641	\$2,007,328	\$2,007,328	\$2,007,328
MONTHLY COLLECTION					40,193	36,610	41,857	51,984	56,075	81,935	103,583	123,242	109,729	89,317	76,437	62,484	80,575	79,057	79,462	53,984	2,540	
CUMULATIVE COLLECTED					\$892,386	\$928,996	\$970,853	\$1,022,837	\$1,078,912	\$1,160,847	\$1,264,430	\$1,387,672	\$1,497,401	\$1,586,718	\$1,663,155	\$1,725,639	\$1,806,214	\$1,885,271	\$1,964,733	\$2,018,717	\$2,021,257	
OVER / ( UNDER ) COLLECTED in Month					Balance at 12/31/2008 (\$88,243)	(\$14,192)	(\$19,462)	(\$32,115)	(\$19,601)	(\$17,897)	\$10,350	\$23,896	\$31,555	\$21,001	(\$2,370)	(\$12,291)	(\$29,203)	(\$11,112)	(\$6,715)	(\$12,225)	\$53,984	\$2,540
Cumulative Balance					(57,892)	(77,400)	(109,576)	(129,264)	(147,264)	(137,031)	(113,244)	(81,779)	(60,843)	(63,261)	(75,602)	(104,865)	(116,060)	(122,870)	(135,196)	(81,323)	(78,850)	
Cumulative Balance for Interest Calc (adjusted for ADIT)					(34,735)	(46,440)	(65,746)	(77,559)	(88,359)	(82,219)	(67,946)	(49,067)	(36,506)	(37,957)	(45,361)	(62,919)	(69,636)	(73,722)	(81,118)	(48,794)	(47,310)	
Interest					(46)	(61)	(87)	(103)	(117)	(109)	(90)	(65)	(48)	(50)	(60)	(83)	(95)	(101)	(111)	(67)	(65)	
Cumulative Balance with interest					(\$57,938)	(\$77,461)	(\$109,663)	(\$129,367)	(\$147,381)	(\$137,140)	(\$113,334)	(\$81,844)	(\$60,891)	(\$63,311)	(\$75,662)	(\$104,948)	(\$116,155)	(\$122,971)	(\$135,307)	(\$81,390)	(\$78,915)	
Customer Deposit Rate:																						
2009	4.85%	0.003954513																				
2010	2.45%	0.002019093																				
2011	1.60%	0.001323654																				
2012	1.65%	0.00136471																				
COLLECTED DETAIL:																						
401112 Residential DSIC					\$32,812	\$29,536	\$33,850	\$42,337	\$45,388	\$68,413	\$87,511	\$101,508	\$89,873	\$72,549	\$61,256	\$50,826	\$66,358	\$64,191	\$64,136	\$43,256	\$55	
401212 Commercial DSIC					5,423	4,983	5,849	7,386	8,015	10,718	12,199	15,468	14,445	11,618	11,379	8,655	11,290	10,976	11,054	7,017	43	
401312 Industrial DSIC					528	572	670	549	377	503	569	687	733	522	398	432	531	668	757	469	0	
401452 Private Fire DSIC								-														
401512 Public Authority DSIC					1,431	1,518	1,489	1,713	2,294	2,300	3,305	5,579	4,677	4,628	3,404	2,571	2,396	3,223	3,515	3,242	2,442	
					\$40,193	\$36,610	\$41,857	\$51,984	\$56,075	\$81,935	\$103,583	\$123,242	\$109,729	\$89,317	\$76,437	\$62,484	\$80,575	\$79,057	\$79,462	\$53,984	\$2,540	